

**Settlement Date: October 11, 2013  
Time: 12:00 Noon (Eastern Time).**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

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In re: :  
B&M LINEN CORP., : Chapter 11  
Debtor. : Case No. 12-11560 (ALG)  
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**NOTICE OF SETTLEMENT OF INTERIM ORDER GRANTING, IN PART,  
MARKUS/COSTER'S MOTION TO FURTHER MODIFY JANUARY 11, 2013 ORDER  
REGARDING INSURANCE PROCEEDS TO RELEASE BUILDING POLICY FUNDS**

**PLEASE TAKE NOTICE** that a proposed order, a copy of which is annexed hereto, will be presented for settlement and signature to the Honorable Allan L. Gropper, United States Bankruptcy Judge, at the United States Bankruptcy Court, One Bowling Green, Courtroom To Be Determined, New York, New York 10004, on October 11, 2013 at 12:00 noon.

**PLEASE TAKE FURTHER NOTICE** that objections, if any, to the proposed form of Order must be served and filed on the undersigned at the address below and upon each of the persons listed below; filed with the Clerk of the United States Bankruptcy Court for the Southern

District of New York at One Bowling Green, Room 621, New York, New York 10004; and the Chambers of the Honorable Allan L. Gropper, United States Bankruptcy Judge, not later than October 11, 2013 at 10:00 a.m. (Eastern Time).

Dated: October 9, 2013  
New York, New York

By: /s/ Timothy W. Walsh  
Timothy W. Walsh, Esq.  
MCDERMOTT WILL & EMERY LLP  
340 Madison Avenue  
New York, New York 10173  
Telephone: (212) 547-5400

*Counsel for Miron Markus, Boris Markus and  
220 Coster, LLC*

To: Michael T. Driscoll, Esq.  
Office of the United States Trustee  
201 Varick Street  
Suite 1006  
New York, NY 10014

Joel M. Shafferman, Esq.  
Shafferman & Feldman, LLP  
18 East 41st Street  
Suite 1201  
New York, NY 10017

UNITED STATES BANKRUPTCY COURT  
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In re: :  
B&M LINEN CORP., : Chapter 11  
Debtor. :  
: Case No. 12-11560 (ALG)  
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**INTERIM ORDER GRANTING, IN PART, MARKUS/COSTER'S MOTION TO  
FURTHER MODIFY JANUARY 11, 2013 ORDER REGARDING INSURANCE  
PROCEEDS TO RELEASE BUILDING POLICY FUNDS**

Upon the motion (the “Motion”) of Miron Markus, Boris Markus and 220 Coster, LLC (collectively, “Markus/Coster”) for an order further modifying this Court’s January 11, 2013 order (the “January 11 Order”) to, *inter alia*, authorize the immediate release of advances made by Massachusetts Bay Insurance Company (The Hanover Insurance Group) under the Building Owner Lessors Risk Only Policy, policy number ZDY 9309229 (the “Building Policy”) and upon Debtor’s counsel’s depositing of all advances under the Building Policy in the Registry of this Court in accordance with the January 11 Order, and upon the objections filed to the Motion, and upon the Court’s consideration of all arguments with respect to the Motion at the hearing on October 2, 2013 (the “Hearing”), and upon the Declaration of Miron Markus in Support of an Order Further Modifying January 11, 2013 Order Regarding Insurance Proceeds, dated October 9, 2013 (the “Declaration”), it is hereby

**ORDERED**, that, in accordance with this Court's ruling at the Hearing and the Declaration, the January 11 Order is hereby modified to allow for the release of funds as follows:

(a) \$1,277,275.99 payable to 220 Coster, LLC (Tax I.D. # 20-2792625) and mailed to the following address:

Markus/Coster  
P.O. Box 7343  
Hicksville, New York  
11802-7343  
Attn: Miron Markus

**ORDERED**, that the payment of these funds will have no adverse impact on the rights of the United States Small Business Administration because all parties agreed at the Hearing that the United States Small Business Administration will be paid in full from ample insurance proceeds as soon as a payoff amount is agreed to or determined by the Court.

**ORDERED**, that, to the extent the Registry of this Court is unable to release the funds to any of the parties listed herein, the funds shall be released to Debtor's counsel, Mr. Joel Shafferman, who will promptly remit the funds consistent with this Order.

Dated: October , 2013  
New York, New York

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HON. ALLAN L. GROPPER  
UNITED STATES BANKRUPTCY JUDGE